

**IN THE UNITED STATES DISTRICT COURT  
FOR THE SOUTHERN DISTRICT OF TEXAS  
MCALLEN DIVISION**

**VICTOR SANDOVAL AND  
ESMERALDA SANDOVAL**  
**VS.**  
**ALLSTATE TEXAS LLOYDS**

**§**  
**§**  
**§ CIVIL ACTION NO. \_\_\_\_\_**  
**§**  
**§ JURY DEMANDED**  
**§**

**NOTICE OF REMOVAL**

TO THE HONORABLE JUDGE OF SAID COURT:

COMES NOW ALLSTATE TEXAS LLOYDS, and pursuant to Rule 15, Federal Rules of Civil Procedure, and 28 U.S.C. Sections 1441 and 1332, files this its Notice of Removal and in connection therewith would respectfully show the Court the following:

**I.  
BACKGROUND**

Petitioner is a Defendant in a civil action now pending in the 389<sup>th</sup> District Court of Hidalgo County, Texas, Cause Number C-2488-16-H, styled *Victor Sandoval and Esmeralda Sandoval v. Allstate Texas Lloyds*, wherein Plaintiffs seek monetary relief for property damage, and alleged violations of the Texas Insurance Code, including violations of the Prompt Payment of Claims Act and Unfair Insurance Practices, as well as claims for breach of the duty of good faith and fair dealing.

**II.  
BASIS FOR REMOVAL**

The district courts of the United States have original jurisdiction over this action based on diversity of citizenship among the parties, in that the Defendant is diverse in citizenship from the Plaintiffs.

**III.  
DIVERSITY IN CITIZENSHIP**

The Plaintiffs, Victor Sandoval and Esmeralda Sandoval, are domiciled in Hidalgo County, in

the State of Texas, and were domiciled there at the time this action was commenced. Plaintiffs were at that time and are now citizens of the State of Texas.

Allstate Texas Lloyds, Defendant, is a Lloyds plan, an entity engaged in the business of writing insurance on the Lloyds plan. The Lloyds plan is an unincorporated association, which is considered to have the citizenship of its members, the underwriters. Allstate Texas Lloyds was, and at the date of this Notice, remains, an association of underwriters whose individual underwriters are all residents and citizens of the States of Illinois and New Jersey<sup>1</sup>. The United States Supreme Court has consistently held for over one hundred years that the “citizenship of an unincorporated association [such as Allstate] is determined . . . solely by the citizenship of its members.” *See Massey v. State Farm Lloyds Ins. Co.* 993 F. Supp. 568, 570 (S.D. Tex. 1998); *see also Gore v. Stenson*, 616 F. Supp. 895, 898-899 (S.D. Tex. 1984) The underwriters for Allstate Texas Lloyds, all reside outside the State of Texas and have continuously resided outside the State of Texas from January 1, 2009 to the present. Accordingly, diversity of citizenship exists among the parties.

#### **IV. AMOUNT IN CONTROVERSY**

The amount in controversy in this action exceeds, exclusive of interests and costs, the sum of Seventy-Five Thousand Dollars (\$75,000.00). Plaintiffs’ Original Petition seeks monetary damages of \$75,000.00 or less. See Plaintiffs’ Original Petition Paragraph IV. Plaintiffs did not file a binding stipulation of damages. Should Plaintiffs prevail on the claims against Defendant stated in the Plaintiffs’ Original Petition, attached to this Notice, Plaintiffs would be entitled to damages in excess of Seventy-Five Thousand Dollars (\$75,000.00). The applicable policy provides dwelling limits of \$109,000.00, other structure limits of \$10,900.00 and contents coverage of \$60,600.00. See declarations page attached as Exhibit A. Prior to filing this lawsuit, Plaintiffs submitted a demand

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<sup>1</sup> An Affidavit regarding the residency of the underwriters will be supplemented.

for \$56,973.20. The letter also claims “knowing” violations potentially entitling Plaintiffs to imposition of treble damages up to 3 times the economic damages. See demand letter attached as exhibit B. In addition to policy benefits, Plaintiffs seek statutory damages, extra-contractual damages, exemplary damages and attorney’s fees. Accordingly, considering all damages Plaintiffs would be entitled to, should they prevail, the amount in controversy exceeds Seventy-Five Thousand Dollars (\$75,000.00).

**V.**

Removal of this action is proper under 28 U.S.C. §1441, since it is a civil action brought in a state court, and the federal district courts have original jurisdiction over the subject matter under 28 U.S.C. §1332 because the Plaintiffs and Defendant are diverse in citizenship and the amount in controversy exceeds \$75,000.00.

**VI.**

This notice of removal is being filed within thirty (30) days after receipt by Petitioner of Plaintiffs’ Original Petition, which was the first notice to Defendant of this lawsuit. This removal is filed under 28 U.S.C. Section 1446(b).

**VII.**

Petitioner’s time to answer or remove with respect to the Plaintiffs’ Original Petition has not expired. Plaintiffs’ Original Petition was served on the Defendant Allstate Texas Lloyds on July 28, 2016.

**VIII.**

This action is one over which this Court has original jurisdiction under the provisions of 28 U.S.C. Section 1331 and this action may be removed to this Court by Petitioner, pursuant to the provisions of 28 U.S.C. Section 1441. Copies of all pleadings including the docket sheet on file with the State Court are attached hereto.

WHEREFORE, ALLSTATE TEXAS LLOYDS, Defendant in this action, pursuant to these statutes and in conformance with the requirements set forth in 28 U.S.C. §1446, removes this action for trial from the 389<sup>th</sup> District Court, Hidalgo County, Texas to this Court, on this 26<sup>th</sup> day of August, 2016.

Respectfully submitted,

BY: /s/ Rosemary Conrad-Sandoval  
Rosemary Conrad-Sandoval  
Attorney-in-charge  
State Bar #04709300  
Federal ID #13738  
R. Jordan Riley  
State Bar #24064424  
Federal ID #2515695

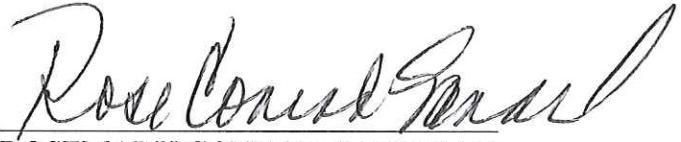
Of Counsel  
ROERIG, OLIVEIRA & FISHER, L.L.P.  
10225 North 10<sup>th</sup> Street  
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ATTORNEYS FOR DEFENDANT

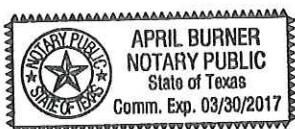
**VERIFICATION**

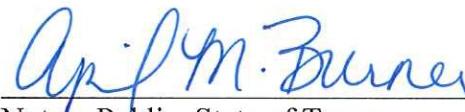
THE STATE OF TEXAS :  
:  
COUNTY OF HIDALGO :

I, ROSEMARY CONRAD-SANDOVAL, being first duly sworn, depose and say that: I am counsel for Petitioner, ALLSTATE TEXAS LLOYDS; I am familiar with the contents of the above; and to the best of my knowledge the contents thereof are true and correct.

  
ROSEMARY CONRAD-SANDOVAL

SUBSCRIBED AND SWORN TO BEFORE ME by the said ROSEMARY CONRAD-SANDOVAL, this 26<sup>th</sup> day of August, 2016 to certify which witness my hand and seal of office.



  
April M. Burner  
Notary Public, State of Texas

**CERTIFICATE OF SERVICE**

I, the undersigned, hereby certify that a true and correct copy of the foregoing Notice of Removal has been mailed, Certified Mail, Return Receipt Requested, to the Attorney for Plaintiffs, as follows:

R. Kent Livesay  
LAW OFFICES OF R. KENT LIVESAY, P.C.  
2510 S. Veterans Blvd.  
Edinburg, Texas 78539

on this 26<sup>th</sup> day of August, 2016.

/s/ Rosemary Conrad-Sandoval  
ROSEMARY CONRAD-SANDOVAL